

July 20, 2007

Michael H. Hartsock
Senior Campaign Finance Analyst
Report Analysis Division
Federal Election Commission
999 E Street, N.W.
Washington, DC 20463

Identification Number: C00003418

Reference: February Monthly Report (1/01/07 - 1/31/07)

Dear Mr. Hartsock:

This correspondence is in response to your Request for Additional Information (RFAI) for the above referenced report.

Regarding 'Asset Sales' reported on Schedule A supporting Line 15 of our report, occasionally the RNC has used office equipment that we need to dispose of. This equipment may be sold in bulk to a commercial liquidation business or piece by piece to individuals. When this is done, these items are reported as 'asset sale' and the price charged is such that they in no way constitute a political contribution. The used assets liquidated by sale to individuals or business are reported as 'Asset Sale' and are priced at fair market value. These items sold by the RNC are not unique to our business, they are common items found in most business, such as computers and cell phones. As such, the market price for these items are determined by referring to internet auction sites or checking replacement values from retail sources."

The specific sale to "Atlantic Technology Group" was a typical example of the above referenced asset sale. In this case, this commercial equipment liquidation firm bought 380 used PDA handheld computers for \$35 each.

As this type of sales is such a common occurrence, a version of the above paragraph will be appended to all subsequent filings to clarify this activity. I trust this response answers your inquiry. If you need further clarification please do not hesitate to contact me.

Sincerely,

Pat Huyck
Director of Accounting
